

Tom

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
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SMALL MINING OPERATIONS PROGRESS REPORT
January 1, 20 10 to December 31, 20 10

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: M/037/001
2. Mine Name: Lisbon mine
3. Name of Operator/Permittee: Rio Algom Mining LLC
Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf.
4. Report the gross amount of ore mined and waste moved.

Gross Ore Mined	<u>0</u>	Tons, or	<u>0</u>	yd ³
Waste Material Moved	<u>0</u>	Tons, or	<u>0</u>	yd ³
5. Disturbance at the end of 2009 0 Acres
New Disturbance Created during 2010 0 Acres
Area Reclaimed and Fully Released during 2010 0 Acres
Total Disturbed Area at the end of 2010 0 Acres*
Permitted/Bonded Acreage 4 Acres
*The total disturbed area should not be greater than the permitted/bonded acreage.
6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested.
Noxious weeds sprayed around site.

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): William Ray
Title of Operator: Site Manager
Signature of Operator: [Signature]
Date: 1/11/11

pb
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JAN 18 2011

DIV. OF OIL, GAS & MINING

Rio Algom Mining LLC

January 11, 2011

Mr. Paul Baker
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple – Suite 210
Salt Lake City, Utah 84114-5801

Re: Mine Permit M/037/001
Annual Report (form MR-AR) for 2010

Dear Mr. Baker:

Please find the attached 2010 Annual Report for Rio Algom Mining LLC's Lisbon Mine. This report is required by Rules R647-003-116 and R647-004-121 of the Division's Amended and New Rules – Mineral Reclamation Program.

Rio Algom Mining LLC has completed all major reclamation activities at the site. In 2010 work activities were limited to the spraying to control noxious weeds in the area with the Musk Thistle being the primary weed of concern.

Rio Algom Mining LLC initially submitted a request for bond release in 2006. Based on the success of past re-vegetation efforts, we would like to approach the Board to terminate or reduce the bond to an appropriate level to cover costs associated with revegetation monitoring. Please advise on a path to proceeding with bond reduction or removal.

If you have any questions on this submittal or if you need additional information, please contact me at (505) 287-8851 – Ext. 19 or by e-mail at billy.wm.ray@bhpbilliton.com.

Respectfully submitted,


Billy Ray
Site Manager

Attachment: 2010 MR/AR

